

Message Text

CONFIDENTIAL

PAGE 01 MANILA 01183 280527Z

12

ACTION EA-06

INFO OCT-01 ISO-00 EB-03 L-01 RSC-01 /012 W

----- 059199

R 280323Z JAN 75

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 148

C O N F I D E N T I A L MANILA 1183

STADIS//////////

LIMDIS

FOR HABIB FROM SULLIVAN

E.O. 11652: GDS

TAGS: EAIR

SUBJECT: CIVAIR: PAN AM CARGO RIGHTS

REF: STATE 015191

1. REFTEL REPORTS THAT CAB IS CONSIDERING RETALIATORY MEASURES AGAINST PAL BECAUSE OF PHILIPPINS SUSPENSION OF PAN AM CARGO OPERATIONS. CABLE ALSO ASKS FOR MY "PERSONAL INSIGHTS" INTO NEGOTIATING HISTORY OF PAN AM CARGO RIGHTS IN PHILIPPINES.

2. MY ECONOMIC COUNSELOR, WHO IS EMBASSY'S INSTITUTIONAL MEMORY ON THIS CASE, IS CURRENTLY ATTENDING MEETING IN TAIPEI AND EXPECTED RETURN MANILA JANUARY 30. I WILL WISH, THEREFORE, TO DELAY REPLY ON NEGOTIATING HISTORY, INCLUDING MY "PERSONAL INSIGHTS" UNTIL HIS RETURN.

3. IN MEANTIME, I SHOULD LIKE TO INTRODUCE A NOTE OF CAUTION ABOUT CAB RETALIATION. AS I UNDERSTAND PAN AM CASE PAN AM ADMITTEDLY AND CONSISTENTLY CARRIED MORE CARGO THAN ITS LIMITED PERMIT ALLOWED. IT OBTAINED INFORMAL PERMISSION ON A CASE BY CASE BASIS FOR THESE EXCESS SHIPMENTS FROM PHILIPPINE CAB OFFICIALS, WHOM THE LOCAL PAN CONFIDENTIAL

CONFIDENTIAL

PAGE 02 MANILA 01183 280527Z

AM MANAGER ADMITS TO THE EMBASSY HE BRIBED IN VARIOUS WAYS.

PAL BLEW THE WHISTLE ON THIS ACTIVITY BY FILING CHARGES AGAINST PAN AM WITH PHILIPPINE CAB. PHILIPPINE CAB, IN TURN, DECLINED TO RENEW PAN AM'S PERMIT WHEN IT EXPIRED, PENDING HEARINGS ON THE CHARGES AGAINST PAN AM. THE HEARING HAS BEEN UNCONSCIONABLY DELAYED (PARTLY BECAUSE THE CAB EXECUTIVE SECRETARY IS IMPLICATED IN THE CASE AND HAS RECEIVED SOME OF THE BRIBES). HOWEVER, THE HEARING IS SCHEDULED FOR JANUARY 28M

4. IN SHORT, QUITE ASIDE FROM THE LEGAL PREMISES OR THE NEGOTIATING HISTORY, AND WITHOUT ANY BRIEF FOR THE VINDICTIVE NATURE OF PAL, THIS PAN AM CASE IS NOT RPT NOT THE CLEANEST AND NEATEST SITUATION IN WHICH TO DISPLAY MORAL INDIGNATION BY U.S. GOVERNMENT. I WOULD RECOMMEND, THEREFORE, THAT DEPARTMENT ASK CAB TO HOLD UP ANY PROPOSALS FOR RETALIATORY ACTION WHILE WE CONTINUE TO TRY TO SORT THIS OUT THROUGH DIPLOMATIC ACTION.

SULLIVAN

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptoning: Z
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AIR CARGO, NEGOTIATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 28 JAN 1975
Decaption Date: 28 MAY 2004
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975MANILA01183
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750030-0902
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750115/aaaaamso.tel
Line Count: 79
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: STADIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: STADIS
Reference: 75 STATE 015191
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 22 JUL 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <22 JUL 2003 by ShawDG>; APPROVED <23 JUL 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CIVAIR: PAN AM CARGO RIGHTS
TAGS: EAIR, RP, US, PANAM, PAL
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006